

**City of Hollywood Employees' Retirement Fund**  
**Preliminary Market Value Update**  
**as of February 28, 2014**

	<b>Market Value</b>	<b>Percent of Total Plan</b>	<b>Target Allocation</b>
<b><u>Domestic Equity - Large Cap</u></b>	<b>\$91,672,210</b>	<b>32.5%</b>	<b>30.0%</b>
Northern Trust	\$91,672,210	32.5%	
<b><u>Domestic Equity - Small Cap</u></b>	<b>\$39,832,539</b>	<b>14.1%</b>	<b>12.5%</b>
TSW	\$20,452,646	7.2%	
Frontier	\$19,379,894	6.9%	
<b><u>International Equity</u></b>	<b>\$42,745,101</b>	<b>15.1%</b>	<b>15.0%</b>
Wellington	\$42,745,101	15.1%	
<b><u>Fixed</u></b>	<b>\$79,420,508</b>	<b>28.1%</b>	<b>32.5%</b>
Neuberger & Berman	\$39,891,328	14.1%	
Baird Advisors	\$39,529,180	14.0%	
<b><u>Real Estate</u></b>	<b>\$28,665,417</b>	<b>10.2%</b>	<b>10.0%</b>
Morgan Stanley	\$22,092,004	7.8%	
Principal	\$6,573,413	2.3%	
<b>Total Fund</b>	<b>\$282,335,775</b>	<b>100.0%</b>	<b>100.0%</b>

**City of Hollywood Employees' Retirement Fund**  
**Preliminary Performance Update**  
as of February 28, 2014

	Quarter ended December 31, 2013	1 Month ended January 31, 2014	1 Month ended February 28, 2013	Fiscal YTD February 28, 2013	Market Value February 28, 2013	Percent of Total Plan February 28, 2013
<b>Domestic Equity</b>						
Northern Trust S&P 500	10.50%	-3.46%	4.57%	11.55%	\$91,672,210	32.5%
<i>Northern Trust - net</i>	10.50%	-3.46%	4.57%	11.55%		
<i>S&amp;P 500 Index</i>	10.51%	-3.46%	4.57%	11.56%		
TSW	N/A	-2.89%	5.14%	N/A	\$20,452,646	7.2%
<i>TSW - net</i>	N/A	-2.96%	5.07%	N/A		
<i>Russell 2500 Value Index</i>	8.83%	-2.67%	4.92%	11.14%		
Frontier Capital	7.73%	0.67%	5.32%	14.23%	\$19,379,894	6.9%
<i>Frontier Capital - net</i>	7.67%	0.61%	5.26%	14.02%		
<i>Russell 2500 Growth Index</i>	8.49%	-1.89%	5.22%	11.99%		
<b>International Equity</b>						
Wellington	N/A	-4.20%	4.20%	N/A	\$42,745,101	15.1%
<i>Wellington- net</i>	N/A	-4.26%	4.14%	N/A		
<i>MSCI ACWI - ex US (net)</i>	4.77%	-4.54%	5.10%	5.11%		
<b>Fixed</b>						
Neuberger Berman	0.04%	0.88%	0.35%	1.27%	\$39,891,328	14.1%
<i>Neuberger Berman - net</i>	-0.04%	0.86%	0.33%	1.14%		
<i>Barclays Intermediate Gov't/Credit Index</i>	-0.02%	0.92%	0.38%	1.28%		
Baird Advisors	-0.20%	1.75%	0.50%	2.05%	\$39,529,180	14.0%
<i>Baird Advisors - net</i>	-0.26%	1.73%	0.48%	1.95%		
<i>Barclays Aggregate Index</i>	-0.14%	1.48%	0.53%	1.88%		
<b>Real Estate</b>						
Morgan Stanley*	3.38%	0.00%	0.00%	3.38%	\$22,092,004	7.8%
<i>Morgan Stanley - net</i>	2.67%	0.00%	0.00%	2.67%		
<i>NCREIF ODCE (ew) Index</i>	3.14%	0.00%	0.00%	3.14%		
Principal*	3.00%	0.00%	0.00%	2.99%	\$6,573,413	2.3%
<i>Principal - net</i>	2.67%	0.00%	0.00%	2.67%		
<i>NCREIF Property Index</i>	2.53%	0.00%	0.00%	2.53%		
<b>Total Fund</b>	<b>6.15%</b>	<b>-1.50%</b>	<b>2.98%</b>	<b>7.67%</b>	<b>\$282,335,775</b>	<b>100.0%</b>
<b>Total Fund - net</b>	<b>6.05%</b>	<b>-1.52%</b>	<b>2.95%</b>	<b>7.51%</b>		
<b>Policy Index**</b>	<b>5.20%</b>	<b>-1.61%</b>	<b>2.89%</b>	<b>6.49%</b>		

Asset Class	Market value	% of Plan	Target	Ranges
Large Cap Equity	\$ 91,672,210	32.5%	30.0%	20-40%
Small Cap Equity	\$ 39,832,539	14.1%	12.5%	7.5-17.5%
International Equity	\$ 42,745,101	15.1%	15.0%	10-20%
Fixed Income	\$ 79,420,508	28.1%	32.5%	22.5-42.5%
Real Estate	\$ 28,665,417	10.2%	10.0%	5-15%
<b>Total Fund</b>	<b>\$ 282,335,775</b>	<b>100.0%</b>	<b>100.0%</b>	

Note: Monthly performance is preliminary and provided by investment managers. The Total Fund return is a weighted average of the returns provided.

\*Market Value is as of 12/31/2013

\*\* Policy Index: (Nov 13-current) 30% S&P 500, 12.5% R2500, 15% MSCI ACWI ex US (net), 32.5% Barclays Intermediate Aggregate, 7.5% NCREIF ODCE (ew), 2.5% NCREIF NPI (May 13-Oct 13) 32.5% S&P 500, 12.5% Russell 2000, 15% MSCI ACWI ex-US, 32.5% Barclays Intermediate Aggregate, 7.5% NCREIF ODCE (ew)

**City of Hollywood Employees' Retirement Fund**  
**Preliminary Manager Update**  
**as of February 28, 2014**

	1 Month ended January 31, 2014	1 Month ended February 28, 2014	Calendar YTD February 28, 2014
<b><u>Domestic Equity</u></b>			
Northern Trust	-3.46%	4.57%	0.95%
<i>S&amp;P 500 Index</i>	<i>-3.46%</i>	<i>4.57%</i>	<i>0.95%</i>
TSW SMID	-2.89%	5.14%	2.10%
<i>Russell 2500 Value Index</i>	<i>-2.67%</i>	<i>4.92%</i>	<i>2.12%</i>
Frontier	0.67%	5.32%	6.03%
<i>Russell 2500 Growth Index</i>	<i>-1.89%</i>	<i>5.22%</i>	<i>3.23%</i>
<b><u>International Equity</u></b>			
Wellington	-4.20%	4.20%	-0.18%
<i>MSCI ACWI ex-US Index</i>	<i>-4.54%</i>	<i>5.10%</i>	<i>0.33%</i>
<b><u>Fixed</u></b>			
Neuberger & Berman	0.88%	0.35%	1.23%
<i>Barclays Intermediate Gov't/Credit Index</i>	<i>0.92%</i>	<i>0.38%</i>	<i>1.30%</i>
Baird Advisors	1.75%	0.50%	2.26%
<i>Barclays Aggregate Index</i>	<i>1.48%</i>	<i>0.53%</i>	<i>2.02%</i>
<b><u>Real Estate</u></b>			
Morgan Stanley	0.00%	0.00%	0.00%
<i>NCREIF ODCE (ew) Index</i>	<i>0.00%</i>	<i>0.00%</i>	<i>0.00%</i>
Principal	0.00%	0.00%	0.00%
<i>NCREIF Property Index</i>	<i>0.00%</i>	<i>0.00%</i>	<i>0.00%</i>

**Investment Manager Fee Table  
Period Ended February 28, 2014**

<u>Manager</u>	<u>Mandate</u>	<u>Market Value</u>	<u>Fee Schedule</u>	<u>Estimated Annual Fee (\$)</u>	<u>Estimated Annual Fee (%)</u>
<b>Northern Trust</b>	Passive Large Cap Equity	\$ 91,672,210	3.5 bps on assets	\$ 32,085	0.04%
<b>Thompson Siegel &amp; Walmsley</b>	SMID Cap Value Equity	\$ 20,452,646	80 bps on assets	\$ 163,621	0.80%
<b>Frontier</b>	SMID Cap Growth Equity	\$ 19,379,894	75 bps on assets	\$ 145,349	0.75%
<b>Wellington</b>	International Equity	\$ 42,745,101	71 bps on assets	\$ 303,490	0.71%
<b>Neuberger &amp; Berman</b>	Intermediate Fixed Income	\$ 39,891,328	30 bps on first \$50MM, 20 bps on next \$50mm, 15 bps on balance	\$ 119,674	0.30%
<b>Baird Advisors</b>	Core Fixed Income	\$ 39,529,180	30 bps on first \$25MM, 25 bps on next \$25MM, 20 bps on next \$20MM, 15 bps on balance	\$ 111,323	0.28%
<b>Morgan Stanley</b>	Real Estate	\$ 22,092,004	90 basis points base fee, plus a monthly accrued performance based fee equal to 5% multiplied by NAV multiplied by comparable property NOI growth for the month	\$ 198,828	0.90%
<b>Principal*</b>	Real Estate	\$ 6,573,413	130 bps on assets + incentive fee	\$ 85,454	1.30%
<b>Investment Management Fees</b>		<b>\$ 282,335,775</b>		<b>\$ 1,159,825</b>	<b>0.41%</b>
<b>Segal Rogerscasey</b>	<b>Investment Consulting</b>		<b>\$76,500 annual retainer</b>	<b>\$ 76,500</b>	
<b>Wells Fargo</b>	<b>Custodian</b>	<b>\$ 282,335,775</b>	<b>2 bps on first \$50MM, 1 bps on next \$75MM, 0.5 bps on balance</b>	<b>\$ 25,367</b>	<b>0.01%</b>
<b>TOTAL FEES</b>				<b>\$ 1,261,692</b>	<b>0.45%</b>

\*Incentive fee is equal to 15% of the profits in excess of an 11% net IRR to investors.